1	ILLINOIS ENVIRONMENTAL PROTECTION AGENCY
2	PUBLIC HEARING
3	
4	
5	IN RE: THE NOTICE OF COMMENT)
6	PERIOD and PUBLIC HEARING CONCERNING) the PROPOSED ISSUANCE OF A)
7	CONSTRUCTION PERMIT TO PATRIOT) RENEWABLE FUELS, LLC, NEAR ANNAWAN.)
8	
9	
10	REPORT OF PROCEEDINGS of the EPA public
11	hearing held under the Illinois EPA's Procedures
12	for Permit and Closure Plans, 35 IAC 166, Subpar
13	A, heard on the 2nd day of August, 2006, at the
14	Annawan Meeting and Banquet Center, 317 North
15	Canal, Annawan, Illinois.
16	
17	APPEARANCES
18	Mr. Dennis E. Brown
19	Hearing Officer Assistant Counsel,
20	Division of Legal Counsel Illinois Environmental Protection Agency
21	1021 North Grand Avenue East P.O. Box 19276
22	Springfield, Illinois 62794-9276
23	
	LAUNIUS REPORTING SERVICES

1	APPEARANCES	
2	BRAD FROST, IEPA MINESH PATEL	
3	mindon inibi	
4	SPEAKERS:	PAGE:
5	GENE GRIFFITH JOE BURESH	11 16
6	HARRY McCUNE MARK MAROUIS	16 17
7	JAY DEVALKENAERE KEVIN STARK	17 18
8	ROCK KATSCHNIG RICHARD A. WOLF	19 20
9	MIKE WATTERS MARK MYERS	21 22
10	CHARLIE PALMGREN JAMES McCUNE	22 23
11	JAMES WILSON BILL RODDY	25 34
12	JAMES RAPP CLAIRE MANNING	44 49
13	THURMAN FRANCQUE MIKE WILTHER	53 55
14	JAMES WILSON KATHY WILLIAMS	56 58
15	CHAD HULTMAN MARK MARQUIS	59 61
16	CHAD HULTMAN TIM WELLS	61 62
17	DALE MARCHESE CLAIRE MANNING	62 63
18	JUSTIN STERNS RAY ELLIOTT	65 66
19	DEB POOL MR. WASHBURN (no first name given)	67 68
20	KENNETH FRANCQUE	69
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1	PROCEEDINGS
2	
3	MR. BROWN: Good evening, ladies
4	and gentlemen. My name is Dennis Brown. I'm
5	with the Illinois Environmental Protection
6	Agency from Springfield, and I will be the
7	presiding hearing officer during the hearing
8	this evening.
9	What I want to do is open up with
10	a few comments of my own. After that I'm going
11	to introduce the gentleman to my left and allow
12	him to make any additional comments.
13	After that I'd like to open up
14	for your comments. Any questions or comments
15	that you may have can be asked at that time.
16	Let the record reflect there are approximately
17	120 participants.
18	To begin, in January of 2006 the
19	Illinois Environmental Protection Agency let
20	me stop for a moment. Can everyone hear in the
21	back of the room?
22	(Several audience members responded no.)
23	MR. BROWN: No? I'll try and

talk a little bit louder with the microphone

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2
         closer. Does that make any difference?
 3
                       AUDIENCE MEMBER: Can you stand
 4
         up?
 5
                       MR. BROWN: If it will help,
         yeah, I'll stand up. Is that, is that of
 7
         any --
              (Several audience members responded yes.)
 9
                       MR. BROWN: Okay. Good. If you
10
         can't hear me, let me know. In January of
         2006 the Illinois Environmental Protection
11
12
         Agency received from Patriot Renewable Fuels,
13
         LLC a permit application to allow the
14
         construction of an ethanol production facility
15
         located in Annawan, Illinois.
16
                       Based upon information contained
         within the permit application received from
17
         Patriot Renewable Fuels the Illinois EPA has
18
19
         prepared for issuance construction permit
         number 6, excuse me, 06010085.
20
                       The draft construction permit
21
22
         allows the construction of an ethanol plant to
```

1	me, to facilitate the production of ethanol and
2	distiller grains.
3	The ethanol to be produced is in
4	the form of ethyl alcohol which can be used to
5	enhance octane fuel. Distiller grains
6	produced are usable as an animal feed.
7	Specific facility operations
8	including emission sources, associated air
9	pollution, control equipment and emissions data
10	are more fully described within a permit
11	application received from Patriot and the draft
12	construction permit prepared by the Illinois
13	EPA.
14	This hearing is held pursuant to
15	35 Illinois Administrative Code, part 166,
16	after notice has been published to receive
17	relevant public comments prior to a final
18	permit decision by the Illinois EPA with regard
19	to the construction permit.
20	Please direct your comments you
21	may have this evening to the hearing officer,

- 22 to me first. I will then direct them to the
- 23 appropriate person here.

1	Importantly, comments and
2	questions must be relevant to the matter being
3	considered by the Illinois EPA which is the
4	issuance of a construction permit to Patriot
5	Renewable Fuels containing operating
6	requirements and emission limits to ensure
7	ethanol production operations are performed in
8	compliance with applicable Federal and State
9	pollution regulations.
10	Dialogue with or comments or
11	questions arguing against a speaker will not be
12	allowed. After the close of this evening's
13	hearing the hearing record will remain open
14	until September 1st of 2006.
15	The Illinois EPA will accept and
16	enter into the hearing record additional
17	comments and questions received on or before
18	September 1st.
19	To my left is Minesh Patel.
20	Minesh is an engineer and he is the assigned

- 21 permit analyst with regard to drafting a permit 22 and reviewing the permit application received
- from Renewable Fuels. Minesh is going to have

1 a few comments as well.

2 MR. PATEL: Good evening, ladies

3 and gentlemen. My name is Minesh Patel. I'm

4 a permit engineer with the Bureau of Air. I

 $\,\,$ $\,$ $\,$ will be giving you a brief description of the

6 proposed ethanol plant.

7 Patriot Renewable Fuel, LLC, has

8 requested a construction permit for a dry mill

9 ethanol plant in Annawan. The principle

10 product produced at the ethanol plant are fuel

11 ethanol and distiller grains.

The proposed plant would have a

13 capacity of producing 110 million gallons of

denatured ethanol per year. The proposed

15 ethanol plant includes the grain elevator where

16 grain is received and stored.

17 The stored grain is cleaned and

18 conveyed to hammermill to produce fine powder.

19 The emissions from these operations are

- 20 controlled by the filters also known as 21 baghouses.
- The ground grain produced in
- 23 hammermilling is mixed with water, heat and

enzymes to produce slurry. The starch in slurry is converted to sugar by adding more enzymes to produce mash for fermentation.

Yeast is added to the mash for
fermentation to produce ethanol rich beer and
CO2 gas. The CO2 rich gas stream is sent to
fermentation cover to remain organic material.

The wastewater from the scrubber is sent back to the process.

VOM emissions from the mash

preparation area are vented to the thermal

oxidizers. In the distillation process the

solid and ethanol containing water are

separated from ethanol rich beer produced in

the fermentation tank.

16

17

18

The ethanol recovered in the distillation process is sent to the storage area where denaturant is added to the ethanol

prior to sending out to customers. VOM
emissions from certain distillation units are
entered into thermal oxidizers.

Emissions from ethanol loadout

23

17

9

operations are controlled by the loadout flare.

1 The solids from the distillation system, also known as stillage, is sent to the watering 2 operation where excess water is removed to 3 produce wet cake. 5 Due to limited shelf life of wet cake it is sent to feed dryers to produce distiller grains that can be used as animal 7 Four natural gas fired dryers will be 9 used to produce dry feed from wet cake. 10 Emissions from dryer are 11 controlled by recuperative thermal oxidizer. The oxidizer also functions as the furnace for 12 the boiler to supply steam required by the 13 14 plant. Particulate matter emissions from 15 feed cooling and loadout operation are 16

controlled by baghouses. A non-contact

cooling water tower is used for process cooling
and are controlled by mist eliminators.

This proposed ethanol plant is
not considered a major source because the
permitted emissions of pollutant from this
plant would be less than the major source

10

threshhold level. 1 Actual emissions from the 3 facility will be less than this, less than the limits in the permit to the extent that the 4 actual performance of the plant is better than 5 6 projected and the plant not utilize as much. The Illinois EPA has reviewed the materials submitted by the Patriot Renewable 8 9 Fuels and has determined that application for 10 the project shows that it will comply with applicable State and Federal regulation. 11 The condition of the proposed 12 13 drought permit contain limitations and 14 requirements on the activities of the facility. The permit also establishes appropriate 15 testing, monitoring, recordkeeping, and 16

- 17 reporting requirements.
- In closing, the Illinois EPA is
- 19 proposing to grant a construction permit. We
- 20 welcome any comments or questions from the
- 21 public on our proposed action. Thank you.
- MR. BROWN: Good. Before
- 23 beginning -- excuse me. Before moving on to

- 1 your comments and questions, I understand that
- 2 there is a representative from Patriot
- 3 Renewable Fuels here this evening as well who
- 4 would like to offer a comment before going on,
- 5 and I'd like to extend that courtesy now,
- 6 please.
- 7 MR. GRIFFITH: Thank you,
- 8 Mr. Brown and Mr. Patel. I appreciate the
- 9 opportunity to say a few words here. Thank
- 10 you for coming this evening as well.
- 11 Our project has been in process
- for a considerable period of time and we're
- 13 excited about the opportunities before us. I
- personally have been involved with this project
- for about two years.

I guess, by the way, my name is

Gene Griffith. I'm the president and CEO of

Patriot Renewable Fuels, but I didn't initiate

the process.

The project was actually

initiated by some of the people here in the

Annawan location. And I know that those of you

that are local would be well familiar with some

of these people that have been a part of and predecessor to this process.

We have here with us tonight a number of our board members. I'm not sure if they're all here. I guess maybe I'd ask that they stand up and I would just take a minute to introduce them so that you know who the people are.

On the, my far right over here is
Bernard Francque from Geneseo. Next to him is
Jeff VandeVoorde from up here just by, a mile
north of town here. Next is Jerry Rux from
Kewanee. Don King is from Manlius, a
community over here just to the northeast of

15 Annawan. Tom Scheckel is our lone Iowa 16 board member. He's from Bellevue, Iowa. 17 We've got Scott Rubins over here also from the 18 Geneseo area. And let's see. 19 Okay. We've got Robert Griffith 20 back here. He's from Libertyville, formerly 21 22 from Geneseo, and an integral part of it. Did

23

I miss anybody that's here that's on the board?

Τ	We also have I think Helen Akers
2	who is part of the staff in our office. We
3	have a limited number of people there but Helen
4	Akers is in the back of the room as well.
5	Okay. Thank you very much. If
6	there's questions, why, after the meeting any
7	of the people in this group will be glad to
8	answer them. We have made the announcement
9	back in December that it was our intention to
10	build a hundred million gallon ethanol plant in
11	Annawan.
12	The things that we said that
13	accompanied that was that we expected that to

generate a market that, or to the feed stock 14 15 for that would be about 36, 37 million bushels 16 of corn. It will employ some 45 people. We wanted it to be a grass roots 17 project, and I'm real happy to say that the 18 ownership of this project will largely be from 19 western Illinois and the midwest. So it's a 20 21 diverse group. We are very proud of that, of 22 that beginning.

A couple of good things that I

23

1	would like to point out. In addition to making
2	a market for corn in this area we also have
3	been working hard to communicate starting back
4	in February with the neighbors in the area.
5	And we've had some other meetings
6	with people who will take, who are directly
7	involved, and we are very happy about that.
8	Some, for those of you that live in the area I
9	know there will be some questions about the
10	water because we have been drilling for water
11	out here. And we want to get that part of our
12	plan together.

13 I know that's not part of this 14 particular hearing but we've got a plan that 15 will probably, that appears that we're going to be drilling deep for water which will 16 17 definitely not be likely to affect any of the 18 aquifers that would be affected by, that could be impacted by other kinds of wells in this 19 20 area. So we're very pleased about that. So at 21 a later time we'll share more information with 22 you about that issue.

At this time I think that I'd

15

- 1 like to turn it back over to, I'll turn it back
- 2 over to Mr. Brown and Mr. Patel. But we thank
- 3 you and we look forward to working with you as
- 4 the project develops. Thank you.
- 5 MR. BROWN: Thank you, Mr.
- 6 Griffith. What I'd like to do now is open up
- 7 for your comments and for your questions.
- 8 Please, as you approach you can either, well,
- 9 I'll offer it up to you.

- 10 You can speak from where you're
- 11 seated. Just please stand up, offer your name.

Spell your last name. And if you're associated 12 13 with or affiliated with a group and you care to 14 mention names, please do that as well. There are approximately 120 15 people here this evening. There will be a 16 17 number of commenters I'm sure. Given that, 18 what I'm going to do is limit the comment time 19 to no more than seven minutes a piece, please. 20 We welcome your comments. You 21 are free to supplement that time period in 22 writing within the comment period. Okay? 23 What I'm going to do is start out

- by just calling names from the registration
 forms, those that have indicated that they
 would like to offer a comment.
- I apologize. I'm going to not
 say some of these names correctly. Joe Burat.
- MR. BURESH: I'm Joe Buresh. I'm
 the superintendent of Annawan Community Schools
 in Annawan, and I really wanted to wait to hear
 some of the comments before I commented.

- I would say the school district 11 12 is very thrilled with the plant and we would 13 like to see it continue, and we think that the group has done everything in their timeframe to 14 make it happen and we support the process to 15 16 continue it and to build here. 17 MR. BROWN: Thank you, Mr. 18 Buresh. The next commenter would be Harry,
- and I apologize, McCune.

 MR. McCUNE: I just want to say

 that we all know what the price of gas is, but

 nobody knows what the real price of gas is in

the work force from our soldiers being injured

- 1 and things like that, a lot of hidden costs
- 2 that we can't put our finger on. So if
- 3 American farmers can help out with some of that
- 4 I think it's a great thing.

2.3

- 5 MR. BROWN: Thank you, Mr.
- 6 McCune. Is it Mark Marquis or Marquis?
- 7 MR. MARQUIS: It's Marquis.
- 8 M-A-R-Q-U-I-S. I'm a resident of the State of
- 9 Illinois. I have reviewed the permit. I

- 10 encourage the Illinois EPA to issue the permit
- 11 to Patriot Renewable Fuels.
- 12 I think this plan could be of
- 13 benefit to the greater good of the citizens of
- 14 the State of Illinois. Thank you.
- MR. BROWN: Thank you, Mr.
- 16 Marquis. I apologize, is it Jay DeValkenaere?
- 17 MR. DEVALKENAERE: My name's Jay
- 18 DeValkenaere. I live in Kewanee. I guess
- 19 somebody's got to start. I'll be the first
- 20 doomsayer. I don't think ethanol is the
- answer.
- I've done a little bit of
- research. There's a lot of wastewater that we

- 1 have to deal with. There's a lot of air
- 2 quality problems with the other ethanol plants
- 3 around the country.
- 4 I'm not saying that's going to
- 5 happen here, I'm just saying that these are
- 6 things I've found getting on the internet
- 7 looking for information. And I don't think
- 8 this is going to be good for the people of

- 9 Annawan down the road.
- 10 MR. BROWN: Thank you for
- 11 commenting. Kevin Stark, please.
- MR. STARK: I live in Iowa and my
- main concern, in Iowa they've looked at
- 14 different things as far as the proximity to
- schools, and just listening to the gentleman
- over here from the school system, has the EPA
- 17 looked at everything as far as the proximity to
- 18 the schools and the City of Annawan and the
- 19 surrounding communities?
- MR. PATEL: Yes. Renewable has
- 21 submitted a copy of the broad plan indicating
- 22 where the school will be in the general
- vicinity of the plant.

- 1 MR. STARK: Thank you.
- 2 MR. BROWN: Thank you for your
- 3 comments, Mr. Stark. Is Rock Katschnig here,
- 4 please?
- 5 MR. KATSCHNIG: First, I'll speak
- 6 as a farmer in the community. We look forward
- 7 to the opportunity to deliver our grain 10

- miles instead of 50, 60 miles like we have. In
 our particular operation it would mean a
 savings of six thousand gallons of diesel fuel
 per year.

 From the second standpoint, I've
 been on the Annawan School Board for 12 years
- been on the Annawan School Board for 12 years

 and we saw this as a great potential to gather

 new young families to move into our community,

 and we're very exited about the construction

 project right here.
- I have a lot of faith in the
 management team with this company here. With
 any business, the success or failure revolves
 around the management team in place from day
 one.
- 23 And I have a lot of confidence in

- the management team here, that they'll do the
 right thing and they'll do what's right for the
 community. And I would also like to encourage
 you to issue the building permit, or whatever
 permit.
- 6 MR. BROWN: Thank you. Thank you

- 7 for commenting. Is Richard Wolf here, please? 8 MR. WOLF: My name's Richard 9 Wolf, and I'm all for the construction of this but my concern is the wastewater, where is it 10 going to go. Is there going to be a treatment 11 12 plant? 13 I'd just like to see where it's 14 going to go. There's not much out there for a 15 place for it to go. And also the quality of 16 the water in, there's houses out there and 17 businesses out there.
- 18 You say you're going to drill deep enough, but is it going to still affect 19 20 them? And if so, what's going to happen to them is my comment. 21
- 23 MR. PATEL: The wastewater from

MR. BROWN: Thank you. Your --

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the plant is going to be reintroduced into the

2 process. Basically, the wastewater will run

through the bioethinator to remove the methane

4 gas and then back through the process.

5 MR. BROWN: Mike Watters, please.

6 MR. WATTERS: Yes. My name's 7 Mike Watters. I'm from Galva, Illinois. I'm just curious if there's a situation or an 8 accident at the local facility like is the fire department capable of handling, you know, 10 11 taking care of an incident at the plant? A 12 spill or something like that? 13 MR. BROWN: The permit itself, 14 the hearing we're here for tonight is more directed towards the issue of environmental 15 16 impact. 17 And as I understand the question it seems to be more directed to an emergency 18 19 responder's matter. Or an emergencies issue. That information typically is not contained in 20 21 a permit application. 22 It will be more directed toward a

22

1 the community emergency responders in the area.

community involvement at that facility and with

- 2 Typically that level of information is not
- 3 provided to the agency for review.

23

4 MR. WATTERS: Thank you.

- 5 MR. BROWN: Jim Rapp, please.
- 6 MR. RAPP: Could I defer to a
- 7 little later?
- 8 MR. BROWN: I'm sorry?
- 9 MR. RAPP: Could I defer to a
- 10 little later?
- MR. BROWN: Oh, absolutely. Mark
- 12 Myers.
- MR. MYERS: I live in Iowa. I'm
- just concerned on the air quality that can come
- from these things. I don't know if there are
- 16 problems with them throughout Iowa, there's
- 17 been a lot of them built, but I have heard some
- 18 rumblings that there are problems after they're
- 19 established. My concern is that it would be
- the same thing would happen here.
- 21 MR. BROWN: Okay. Thanks for
- 22 your comment. Charlie Palmgren.
- MR. PALMGREN: Yeah. Part of my

concern was after this gentlemen answered over

- 2 here was much ado about nothing on the water.
- 3 What, I guess one of the things is about the

- 4 rainwater that comes from the plant. Is there
- 5 going to, is all that going to be treated
- 6 surface water and that?
- 7 MR. PATEL: The facility will
- 8 have to apply for a permit with the Bureau of
- 9 Water to get an MPDES permit, and that would be
- 10 done a little later on. Is that accurate?
- 11 MR. GRIFFITH: I might say that
- 12 process has already been started. The permit
- has been applied for and we will do that.
- 14 There will be a stormwater runoff pond for the
- 15 accumulation of that and it would be handled
- 16 according to the permit.
- 17 MR. BROWN: Thank you. James
- 18 McCune, please.
- MR. McCUNE: Hi. I'm used to
- 20 doing these at hog barn meetings so I like to
- 21 have something to stand behind when I talk. I
- 22 know a lot of people come here with concerns
- about people building an ethanol plant and all

- 1 the way from Iowa and long distances, and I
- 2 don't really understand what there is to worry

- 3 about.
- 4 And all the problems we have in
- 5 the world with getting fuel here in this
- 6 country and all the people that live in this
- 7 community and all these good gentlemen here
- 8 that are willing to stake their reputation on
- 9 what they're doing.
- I mean, they have families here,
- 11 businesses. They've lived here their whole
- 12 lives. They're going to raise their children
- 13 here, and they're trying to do something good
- for the community, provide jobs and, in my mind
- 15 help the country.
- I had two gentlemen that worked
- for me that went to the service. One of them
- 18 got killed. The other one is very injured and
- 19 burned and actually devastated his life. In my
- 20 mind it was to defend the oil supply 12,000
- 21 miles away from here we don't need and isn't
- the cheapest supply of energy in the world.
- 23 As my brother said earlier,

- we're paying for our gasoline in lives, not in 2 3 dollars. In time of all the people that we send there they could be here doing productive 4 5 things. 6 There was a sign a half mile up the road here where all the kids from this 8 community that were in Iraq, I think that would 9 be a pretty good reminder of what we're trying 10 to accomplish and everybody else that's working 11 on this project is trying to do. 12 I'm an investor in this project, and I have other ways to make money besides
- and I have other ways to make money besides
 this project, but if it didn't make me a dime
 and we made ethanol and we lowered our
 dependence on foreign oil I'd be excited.
- That's really about all I have to
 say other than I don't know how anybody defends
 the position of we don't need ethanol, it's bad
 for the environment. To me it's, it seems like
 a pretty weak argument. Thank you.
- 22 (Applause.)
- MR. BROWN: Thank you for your

- 1 comments. James Wilson, please.
- 2 MR. WILSON: I'm James Wilson
- 3 with Laser, Incorporated. And first off, I'd
- 4 like to thank Mr. Brown and the EPA for
- 5 allowing me to speak.
- 6 And I speak on behalf of Laser
- 7 and dozens of supporters in Henry County as
- 8 well as residents right here in Annawan who
- 9 asked me to speak on their behalf.
- 10 First off, I'd like to thank the
- 11 local investors and the local farmers who have
- 12 actually taken their staff to find it and
- 13 tackle a problem we have nationwide that
- 14 affects the entire country.
- 15 I'd like to comment about the
- 16 fact that they really want to do something to
- 17 help the community and may very well help the
- 18 country overall when it comes to energy uses.
- 19 I'd like to also point out that
- 20 earlier in the year I made a trip to Iowa to
- view the records on all the ethanol plants in
- the State of Iowa.
- What we have going on right now

1 in the ethanol industry is a gold rush. It's no different than the 49'er days in California. 2 Iowa has had major problems because they didn't 3 stop and take a breath. They didn't stop to 5 evaluate what they're doing. They've had almost every ethanol 7 plant, over 90 percent of them have been in 8 violation of water discharge. They've been in 9 violation of their air permits. 10 The developers here locally who want to build this plant are commendable, but they're not in control of the problems. You

want to build this plant are commendable, but
they're not in control of the problems. You
guys are. The Illinois EPA is in control of
the process.

The people you have chosen to

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The people you have chosen to construct and design and engineer this plant,

Fagan and ICM, believe it or not they've had scores of plants they've been involved in these illegal activities, and in fact plants they designed, built and engineered have been in violation of permits through a several state region.

Now, Laser's currently involved

1	in looking at more ethanol plants than any
2	other entity in the country from Ohio, Indiana,
3	Illinois. There's some major flaws with this
4	permit.
5	This permit enforcement action is
6	no different and has no more teeth than the
7	same enforcement action, the same exact permit
8	that you have in Lima with what's been
9	happening up on the outskirts of Chicago.
10	No matter how well the intentions
11	of the local owners are, if they're allowed to
12	get a sloppy permit through, I'm talking about
13	the engineer, the designers, the constructors,
14	the ones holding the bag are the local owners.
15	They don't fine Fagan or ICM or
16	these people that put these projects together.
17	They fine the owners and the operators.
18	There's a reason they call this a construction
19	permit because in some areas, in some states,
20	they have operation permits.
21	It's a permit to operate because
22	nothing's looked past a year out. There are no
23	annual requirements to the testing. For

1	example, this particular plant involved in this
2	permit, the boilers allowed in this plant will
3	be three times the pollution levels of a
4	similar type boiler in Indiana and Ohio.
5	I'm sure Illinois can do better
6	than the Buckeyes and the Hoosiers when it
7	comes to these type things. The more stringent
8	the permit is, it gives the firm guidelines the
9	developers and the owners can follow and would
10	make, enable them to know ahead of time, and
11	then not only, not only that, they'll be able
12	to hold, go back and hold the developers, the
13	engineers, designers and the constructors
14	liable if it's found that the plant does
15	operate in those deficiencies.
16	If you give lesser threshholds
17	then it should be inspired, it should be
18	instilled into the permit. Then it's a free
19	ride for the engineering, design and
20	constructors and you're going to be left
21	holding the bag, the local people here.
22	There's several major issues in
23	this permit that aren't addressed. They

1	talked about the water issues, but you're going
2	to have settling ponds. There are emissions in
3	any settling pond operation when it evaporates.
4	And in many states they require
5	that be figured into the overall air emissions.
6	They do not make a zero discharge ethanol plant
7	anywhere in the country. Those are false
8	statements, erroneous statements.
9	All processed water will not be
10	recycled, the only time recycling is a hundred
11	percent. One of the key things that the
12	State's got to realize is if Illinois doesn't
13	tighten up these permits you're going to end up
14	and find yourself in the same situation Iowa
15	is.
16	They've had an emergency
17	appropriation of 25 million dollars this year,
18	the State Legislature, to clean up some of the
19	water problems already developed there because
20	they were in a rush to rubberstamp some
21	permits.
22	These permits, generally
23	speaking, are very, very minimal if you start

1	looking around. I mean, Indiana doesn't have
2	the highest standards. Neither does Ohio.
3	And the Illinois EPA is not in a
4	position to go out and physically, nor do they
5	have the budget to test emissions or to
6	follow-up on checking on these operations.
7	That's the reason that Iowa got in trouble.
8	They didn't have the funding available either.
9	If you don't write it into the
10	permit you can't enforce it. Or you end up
11	where the citizens would actually have to take
12	action like in Lima and have to sue in order to
13	get some enforcement action.
14	There's some issues that aren't
15	being addressed such as ammonia, because 18,000
16	gallons of ammonia will be held at this site.
17	You know, 18,000 gallons of ammonia could
18	create a plume of over seven square miles if it
19	was to rupture, be released.
20	In the operation if there's
21	nothing addressed when they're filling that,
22	what are they going to do about the fugitive
23	emissions ammonia?

For that matter, when you're

2	filling your tanker truck with ethanol there's
3	still no provisions here to catch the fumes and
4	stuff that will be lost. It's just like a gas
5	station.
6	And anybody here can tell you a
7	vapor recovery system in a gas station is going
8	to tell me you can't smell gas? That means
9	it's escaping. And there's no designed vapor
10	recovery system in this plant.
11	Well, I'm going to tell you,
12	ethanol very well can be a very beneficial part
13	of this country, but only if we do it wisely
14	and not try to rush and rubberstamp things.
15	But a rush to judgment is going
16	to leave Illinois in the same straits that Iowa
17	is. And there's numerous front page articles,
18	front page stories of the problems over there,
19	nd including in Illinois itself, because they
20	didn't take the time to write the criteria
21	here.
22	And I'd like to point out one

1	technology is not part of this permit. And
2	we've had the designers tell us that this is
3	going to use that. If it is, then write it
4	into the permit.
5	That means they will be required
6	to have the best available control technology.
7	There's nothing stopping them from
8	involuntarily agreeing with the agency to put
9	that in the permit and require that to get to
10	99.9 percent efficiency on their emissions just
11	like Wisconsin and some other places.
12	Anything short of that would be
13	not honoring those sticking up for us if we end
14	up in a major mess. And one last little piece
15	here is, if you planted every acre in this
16	country in tilled land you still couldn't get
17	25 percent of the oil reduction.
18	So ethanol is a part of the
19	problem, it's part of the solution. But it's
20	not a panacea as far as you go rushing to

judgment.

- 22 And, again, you can only commend
- the people that's really locally is willing to

- 1 put their money up front by looking at this,
- but right now the process is that they're not
- 3 driving the process.
- 4 They're trusting it to the
- 5 ethanol industry, the people that's actually is
- 6 creating some of the problems in Iowa and other
- 7 areas. Laser intends to be involved in this
- 8 process. We're looking at several plants
- 9 throughout Illinois.
- We intend to offer legislation
- 11 suggesting to the State of Illinois and Laser
- 12 will have a, has a legal representative here
- that will give some legal points just a little
- later on, and I thank you for your time.
- 15 (Applause.)
- MR. BROWN: Thank you for your
- 17 comments, Mr. Wilson. Mr. Bill Roddy.
- 18 MR. RODDY: I'm Bill Roddy from
- 19 ICM. We're the plant engineer and designer.
- 20 Fagan is in the audience and they're going to,

- 21 they're the contractor that's going to build
- the plant.
- Thank you, Illinois EPA, and

- thanks for having me here from Kansas. First,
- 2 I'd like to say that me individually and our
- 3 company, we've done environmental permitting in
- 4 many states and even some foreign countries.
- 5 Personally I've done
- 6 environmental permitting in 22 states and I've
- 7 done environmental work in seven countries.
- 8 I'd like to say up front that the Illinois EPA
- 9 permit, the air permit, is a solid permit.
- 10 It's enforceable. It's actually Federally
- 11 enforceable.
- 12 ICM, we built our first
- greenfield plant, if you will, in 2002 and
- we've built about, with Fagan's help, about 50
- 15 to date.
- 16 And there's about 110 plants that
- 17 are operating in the U.S. today. We believe we
- have the experience and the knowhow and the
- 19 knowledge to build a well controlled plant.

20	In 2005 the EPA called me to
21	Kansas City and asked me to make a presentation
22	to outline what kind of controls ICM was using
23	on their plants. I did that. And the title

1	was Environmental Impacts and Future Growth of
2	Ethanol Plants.
3	After the presentation they told
4	me ICM has set the standard, we want to
5	transmit your presentation to the other EPA
6	offices and to all the states that are in the
7	corn belt. They did.
8	In 2006 the Governor's Coalition,
9	the Governor's Ethanol Coalition chaired by
10	Governor Blagojevich called me in and asked me
11	to make a presentation, and I did. And it was
12	essentially the same presentation I made to the
13	EPA.
14	Again, I was told by the
15	regulators that were there and the others in
16	the audience that that's the direction the

Recently we have teamed up with a

ethanol industry needs to go.

company in Canada, and that company has been asked to write the environmental stands for the Canadian ethanol plants, and it's Environment Canada. And they're the equivalent of the U.S. EPA.

37

2	but I'm proud of the fact that they at least
3	asked us and they came to the people in the
4	United States that they believe have the best
5	controls. We do.
6	Our controls are so good we had a
7	competitor actually ask to buy our scrubber
8	technology. We didn't sell it to them. I
9	can say that this plant which has permitted,
10	which has, there's a draft permit. The permit
11	is to operate at 110 million gallons per year.
12	If there's some confusion when
13	you look at the permit and when you talk about
14	a hundred million gallons per year, and 110
15	million gallons per year we call that a
16	nameplate. A hundred because we guarantee the
17	plant will produce a hundred million gallons

We don't have the contract yet

18 per year.

19 All of our plants are capable and
20 they have been operating above nameplate. They
21 still have to meet the emission limits in the
22 permit. That's why we permit it 10 percent

23

1

above.

38

2	when we contract with a company we'll issue an
3	emission guarantee and it's our responsibility
4	to be sure they pass emission testing,
5	certification testing and performance testing.
6	And that, that guarantee
7	indicates that that plant will emit at less
8	than a major source level and will be
9	classified a minor source by EPA in the State
10	of, by the U.S. EPA and the Illinois EPA.
11	Now, I'd also like to say that
12	our control technology we believe is BACT, best
13	available control technology or lowest
14	achieveable emission reduction equivalent
15	controls. We believe it's the best in the
16	business.

And I'd also like to say that

17	Even though it's not required for
18	minor sources when you're major sourced, you're
19	required to go through a very rigorous review
20	and that review would wind up with controls
21	that are about equivalent to ours.
22	Our scrubber, like I mentioned,
23	our corubbor if you're a plant this size

1	they're going to have to put an active in it,
2	sodium bisulphite, and add to the affinity for
3	VOC acetaldehyde. That's to me the best you
4	can do with our scrubber.
5	And, again, we guarantee the
6	emissions. We have high temperature thermal
7	oxidizers, two of them proposed for this
8	facility. That reduces VOC's half and carbon
9	monoxide. They have passed emission testing in
10	other states.
11	I was just in Iowa at Goldfield
12	where we were actually testing a coal fired
13	fluid bed for emissions. So we are, and we're
14	on the hook to pass emissions or, and if we
15	can't pass emissions then we're on the hook to

put even better controls on them if they are 16 17 available. And this is coal. I will mention that our coal 18 plants, we have sized them. Right now we don't 19 20 feel we can build a coal plant that's greater 21 than 50 million gallons per year because the 22 emissions will be greater than the minor source 23 trigger or the major source trigger a hundred

40

1 times. So the coal plants right now for the technology we are familiar with, the plant size 2 3 is limited to 50 million gallons per year. This is a gas fired plant. Gas is a much cleaner fuel. And you can build a hundred million gallon per year plant with 6 controls to stay under a hundred tons. We are employing low NOX emission 8 controls. We've got the low knox burners in 9 this facility. Truck and rail loadout will 10 have a flare so that the truck or the rail cars 11 will fill up with VOC's. They'll be flared 12

14 We have bag house controls on all

off.

our solids handling, and that's grain and 15 16 hammermilling, and DDG cooling and DDG loadout. 17 They're dried distiller grains and soluables. All roads will be paved. 18 19 potential for odors are controlled by the 20 scrubber I mentioned earlier and the thermal 21 oxidizers. 22 I'd like to say that I believe 23 the Illinois standards that the State of

41

Illinois has, and I mentioned these controls 1 2 are actually written in the permit. controls that other states have said are BACT, 3 and they say a thermal oxidizer. We have a 5 thermal oxidizer. They say a scrubber BACT. We 6 have the scrubber. We have the best scrubber in the business. We guarantee it will 8 operate. All these controls together are less 10 than a hundred tons per year. 11 Again, what I'd like to say is the Illinois standards are equivalent to 12

adjacent states and they have to be at least as

14 stringent as the EPA's regulations. They have 15 to meet the EPA new source performance 16 standards. By meeting the Illinois 17 requirements, regulatory requirements, as a 18 19 minor source you can conclude that the public 20 health and safety and the environment will be 21 protected. 22 The Illinois rules are designed 23 specifically to protect the public health,

42

safety and environment. ICM, our company, and 1 Patriot, uses the latest control technology 2 3 which we believe is equivalent to BACT, even 4 though it's not gone through, in this case, the 5 rigorous review that a major source would have 6 to go through. I mentioned the plant I was just at in Iowa to meet their environmental 9 standards where we're testing all emission sources for compliance. 10 And preliminary results by a 11 third party test company, not ICM, not Central 12

13 Iowa or Renewable Energy, not the owner of the 14 plant. 15 As I mentioned earlier today that preliminary test results are that the plant is 16 17 meeting the emission standards that they 18 monitored real time. And when I say real 19 time, this plant will have continuous emission 20 monitors for NOX on the boilers. 21 So for every minute of every day

the plant will have a record that they'll have

to give to the State of Illinois of what the

22

23

- NOX emissions are on an annual basis or rolling

 12 month basis or minute by minute basis.

 I'd just like to briefly mention

 4 that our plant will not discharge any water

 5 that has come into contact with the process.

 6 That doesn't mean it's zero discharge. Only

 7 non-contact water will be discharged. And

 8 that's water that, for example, is used in the

 9 cooling tower.
- 10 It doesn't come into contact with
- 11 the process. But that water is recycled

12 through the cooling tower, and during that 13 recycling it evaporates. There are three to 14 seven cycles, and that water is concentrated ground water. 15 16 It can be legally released as was 17 mentioned with an NPES permit, National 18 Pollution Elimination System discharge permit, 19 which will have to be obtained before they can 20 release any water. 21 Ammonia storage. Yes, we have an 22 18,000 gallon tank that meets the right safety

standards, and before the plant will operate

44

- 1 they'll have in place a risk management plan in
- 2 the event that we have an unplanned ammonia
- 3 release.

- 4 And I can tell you that in our
- 5 history with our plants, we've got about half
- of them, we have not had a history of ammonia
- 7 releases. Thank you very much.
- 8 MR. BROWN: Thank you. Mr. Rapp.
- 9 Jim Rapp.
- MR. RAPP: Sure. Thank you.

My name's Jim Rapp, R-A-P-P. And I'm a corn 11 12 grower from Princeton, and I also serve on the 13 Board of the Illinois Corn Marketing Board and I'm here to speak in support of the Patriot, 14 the Patriot Energy venture. 15 16 Ethanol is good for our environment. It's good for this country. And 17 18 without a doubt it will have a positive 19 economic impact on this immediate area as well 20 as the entire ag community in many counties in 21 this Illinois Mississippi Valley region.

22

2.3

value of ethanol as an oxygenate for cleaner

I'm sure everyone here knows the

45

- burning fuels. It is much safer than the

 environment, or to the environment than the

 additive MTBB which ethanol is replacing all

 across the country.

 I'm sure everyone here knows the
- value of ethanol in the country as an
 alternative to dependance on imported oil and
 our gasoline supplies. Ethanol burns cleaner.

9 It will not pollute our groundwater, streams,

- lakes and rivers.

 And best of all, it's renewable

 and it's made from corn grown right here in

 this area on some of the most productive soils

 that's on earth.
- Better yet, ethanol can be
 produced without importing a single ear of
 corn. Now, that brings me to what this is all
 about as far as I'm concerned. Economic impact
 on this Illinois Mississippi Valley.
- 20 This facility is expected to
 21 produce a hundred million gallons of ethanol,
 22 consuming 36 to 37 million bushels of corn each
 23 year. That's close to the corn production in

- 1 Bureau County alone.
- Now, naturally it's not all going
- 3 to come from Bureau County, Bureau County
- 4 growers, but corn growers from all the
- 5 surrounding counties are going to be able to
- 6 have access to the corn bids.
- Now, the key point, the 37
- 8 million bushels of corn needed by takers is the

9 same corn that goes into the supply usually, 10 normally that goes into the Illinois River I 11 assume from here, and eventually makes it to a foreign buyer. 12 13 Now, this corn, new corn demand 14 is a result of, is going to result in higher 15 cash bids at all the buying locations here in 16 Annawan and all along the Illinois River. 17 The future prices for corn 18 already reflect the anticipated growth of the 19 ethanol industry in the next five years. Now, 20 I checked today's December cash bids at Consolidated Grain and Barge in Hennepin. 21 December '06 bid, this coming December cash 22 bid, is 251 tonight. 23

47

1	The December '07 bid is 290.
2	Now, that's 39 cents difference. So on the
3	corn that they're going to use at this plant,
4	37 million bushels, that's equivalent to 14 and
5	a third million dollars' added value.
6	Now, I went a little further and

looked at this thing from statistics that I

8 found in the four closest county area, which is 9 Bureau County, Whiteside County and Rock Island County for an '05 production loan is 107 10 million bushels of corn. 11 Now, take that times that 39 12 13 cents and that's 41.7 million dollars of added 14 value to this community. So I went a little 15 deeper. I went on to December '08, and the bid 16 on December cash corn is 316. 17 Now, that's 66 cents better than 18 the bid we've got for corn without ethanol this 19 fall. Take that times the 37 million, that's 24.4 million dollars. Take it times 107 2.0 million, that 66 cents. That's 70.6 million 21

That's added value for corn grown

48

1 in this area, and those are dollars that are

2 going to be spent in this area. Now, an

3 additional benefit of Patriot to the ag

4 communities, the production, the coproduct

5 DDG's.

22

dollars.

For each bushel of corn we gain

- 7 2.8 gallon of ethanol plus 17 pounds of DDG's in the quality of livestock poultry feed 8 9 usually fed to cattle. Now, DDG's are getting greater acceptance with livestock and poultry 10 producers both domestically and around the 11 12 world. 13 Patriot being located here in 14 Annawan will offer many opportunities for 15 feeders to purchase the quality feed to supplement their current rations. 16 17 The Annawan location between the 18 Mississippi and Illinois Rivers shall offer 19 opportunities to ship DDG's toward growing world markets for DDG's. And the strong 20 coproduct price will help support the bids for 21
- Now, I've worked with a few of

- 1 the principle owners of Patriot in the
- 2 fertilizer ag chemical grain business for a
- 3 number of years, and they are very
- 4 professional.

corn.

22

5 They're very environmentally

- 6 conscious, and they're sensitive to the
- 7 satisfaction of their customers. There's no
- 8 reason to think Patriot Energy will be operated
- 9 any differently.
- Now, I believe ethanol would be
- 11 the greatest rural development initiative that
- we have seen in 50 years. The best part is the
- 13 result of many years of continuous grass roots
- 14 efforts by persistent corn growers that believe
- that ethanol is a better idea. I support this
- 16 project. Thank you.
- 17 (Applause.)
- MR. BROWN: Thank you for coming.
- 19 Claire Manning.
- MS. MANNING: Good evening. I'm
- 21 here basically to applaud the developers. The
- idea of ethanol is obviously a good idea. I
- grew up on a farm in Bureau County and am

1 excited at the prospect of Illinois being a

- 2 leader in ethanol.
- I've been hired, however, to,
- 4 actually my experience is very great in the

5	area of environmental law and permitting. I
6	was the Chairman of the Police Control Board
7	from 1993 to 2002 and have been asked to look
8	basically at this new ethanol industry,
9	particularly this plant, and to determine and
10	to provide advice to the agency and public
11	comments as to whether this permit in fact
12	meets all of the requirements, the State
13	requirements and the Federal requirements as
14	Mr. Roddy explained earlier.
15	And part of the reason for this
16	is these plants, this one in particular, is
17	being told, put at a threshold that's just shy

У of the Federal major source standards.

The minor, and it's operating, you know, going to be operated and, you know, as the permit is written now to be allowed to be operated as a minor source.

23 And I think the agency needs to

18

19

20

21

22

- be very careful in making sure that in fact all 1
- of the commitments that Mr. Roddy made tonight
- are, in fact, you know, written in stone. 3

4	As I reviewed this permit there
5	are various lax provisions that need to be
6	looked at and evaluated, and I'll be looking at
7	that and I'll be providing public comments as
8	to what needs to be shored up in terms of the
9	permitting.
10	He explained to you, for example,
11	the best available control technology, BACT, is
12	being utilized and he also called it I think
13	least or most available control.
14	In any event, the fact of the
15	matter is best available control technology is
16	not required right now for this permit because
17	it's so low under the thresh, it's under the
18	one hundred ton emission level and it's very
19	close under the one hundred ton emission level.
20	If you look at the permit that

22 NOX emissions is 96.30; CO emissions 98.30; VOM, volatile organic matter emissions, 98.50. 23

was passed out today the levels are, like for

52

Those are just dangerously low 1 under the PM's, particular matter, which is

- 3 fugitive emissions 97.40.
- Now, if those were over a 100
- 5 much, much worse, strict standards would have
- 6 to be applied and best available technology
- 7 would have to be evaluated by the agency.
- 8 So it needs to be clear that in
- 9 fact this plant is going to be operated at
- 10 those levels, and I'm going to look along with
- some technical experts to make sure that in
- fact that it's operating at those levels.
- And that's kind of what I've
- been, it's important it seems to me that both
- 15 from the developer's perspective and all you
- 16 gentlemen sitting here and the perspective of
- 17 the citizens that it be done right the first
- 18 time so that enforcement doesn't have to happen
- in order to make sure that it's actually
- 20 operating under the standards that you've been
- 21 permitted to operate.
- So that's what I'm going to be
- 23 doing and looking at it and making sure that in

- 2 requirements.
- 3 As we know with any industry
- 4 ethanol's a great thing. We're all trying to
- 5 promote it. We're all trying to be a leader of
- 6 ethanol in our State.
- 7 We just need to make sure that in
- 8 fact that when we build these things that it's
- 9 a good thing for the community and it hasn't
- 10 interrupted the environment. That's all I
- 11 have to say tonight, and thank you for your
- 12 time. Thank you for your comments.
- 13 MR. BROWN: We've heard now from
- 14 everyone who has prepared a card and left their
- name for us. What I'd like to do now is
- anyone who would like to offer a comment or has
- any question at this time feel free to step
- forward either from where you're sitting, or if
- 19 you'd like to step forward to the podium we'd
- 20 welcome to have any comments at this time if
- 21 you care to do so. Okay. Having -- sure.
- 22 Absolutely.
- MR. FRANKE: I would like to make

- 1 a comment. My name is Thurman Franke and I'm
- one of the directors. I'd like to, the person
- 3 that asked the question about water and spills,
- I would just like to tell him that we are, have
- 5 already had a meeting with the fire department
- 6 and security people as to how we would handle
- 7 those things.
- 8 If he would like to talk to me
- 9 afterwards I can perhaps enlighten him how
- 10 those things would take place and I can put him
- in touch with some of the people at the fire
- 12 department.
- The second thing is more of a
- 14 question. The gentleman that made the
- 15 statement that even if we put every acre in
- this country in tillable production it would
- 17 still only have 25 percent reduction in foreign
- 18 oil, I challenge that. I would like to see
- 19 your numbers.
- 20 AUDIENCE MEMBER: Well, I didn't
- 21 say foreign oil.
- MR. FRANKE: Pardon me?
- 23 AUDIENCE MEMBER: 25 percent

- 1 reduction in oil use in the United States, not
- 2 foreign oil.
- 3 MR. FRANKE: Well, that's not
- 4 true either. I would like to see where you got
- 5 that statement. That's all I have to say. But
- I mean, if you're going to be for ethanol that
- 7 statement's not for ethanol.
- 8 AUDIENCE MEMBER: If you'd give
- 9 me a card and somebody to contact I'll send you
- 10 some documentation.
- 11 MR. FRANKE: I will give you my
- 12 address. Thank you.
- MR. BROWN: Thank you. I saw
- one or two other hands in the back of the room.
- 15 If you still care -- sure. Absolutely.
- MR. WILTHER: My name's Mike
- 17 Wilther and I think, you know, it's about time
- some of the farmers do get some benefits out of
- this, but the only person I'm here to represent
- is Shane Wilther, and that's my son.
- 21 With all these ethanol plants
- coming up in this community, in this area, why,
- 23 if there's some concerns on the air pollution

1

and water pollution, why not go above and

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beyond what you need to to assure that this
 2
 3
         community and the environment around here and
         the farmers who are growing the corn on this
         land do not get affected.
                       MR. BROWN: I'm sorry, could you
 6
         spell your last name for us, sir?
 8
                       MR. WILTHER: W-I-L-T-H-E-R.
 9
                       MR. BROWN: Thank you for your
10
         comment.
11
                       (Applause.)
12
                       MR. BROWN: Is there anyone else?
13
         Feel free to go ahead and make a comment at
14
         this time. Yes. Please.
15
                       MR. WILSON: I just want to ask a
         question. Does the State of Illinois EPA, does
16
17
         it compare its regulations with other states
         such as California or New York or, other than
18
19
         the ones that are just immediately adjoining?
20
                       Do they actually compare and see
         the standards or do you have any threshhold to
21
         figure that? Just as a comment, California
22
         has, for example, the California Environmental
23
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23

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Quality Act that, it covers many of the issues
         I've raised.
 3
                       It's all encompassing. Such as
         it's impossible to get an air permit in
         California that doesn't figure in the use of
 6
         water. Water, we know it's a discharge, or is
 7
         it strictly you're looking at the state next
 8
         door which, are you working downward or are you
 9
         working upward so to speak, because right now
         one of the concerns I do have is emissions
10
11
         related to the boilers and operations of these
12
         are less, I mean are more, drastically more,
         three times in some instances, borders, in
13
14
         states next door that's been built in the last
15
         15 years.
                       MR. BROWN: Before, Minesh Patel
16
         had a comment he would like to offer in
17
         response, but before doing that, one of the
18
19
         items that is significant in this hearing is
20
         the relevance of the questions and the
21
         comments.
22
                       With regard to regulations of
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other states, it's somewhat beyond the hearing

1 today as far as what other states may or may

2	not do in the permitting process. But
3	notwithstanding that, I think Minesh would have
4	a comment.
5	MR. PATEL: The Illinois EPA does
6	compare the emissions regulations from other
7	states. If the project is a major where the
8	BACT is required we look at all the latest best
9	available control technology anywhere in the
10	U.S.
11	MR. BROWN: Are there any other
12	comments? Are there any comments or questions?
13	I see a hand, someone's hands in the back.
14	MS. WILLIAMS: My name is Kathy
15	Williams and I know some of you in the room. I
16	was on the pre-steering committee and I just
17	want to reinforce the fact that the people that
18	are on the board, at least the ones that are on
19	the steering committee that I know, are very
20	careful, very thoughtful, very thorough.
21	They are not going to be doing
22	something that's shoddy because they want to be
23	here for a long time. So I just wanted to pass

that along.

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MR. BROWN: Thank you for your
 3
         comment.
                    Yes, please.
 4
                       MR. HULTMAN: I have a question
 5
         concerning --
 6
                       MR. BROWN: Can I -- state your
 7
         name, please.
                       MR. HULTMAN: Chad Hultman,
 8
         H-U-L-T-M-A-N. The odor, I know if you go into
 9
10
         neighboring communities such as Clinton or
         Peoria miles away you can smell the corn being
11
12
         processed.
                       I know the scrubbers are
13
         controlling part of that, but how much of that
14
         smell is going to get out of the community?
15
16
         And the wind can take it quite a ways.
                       MR. BROWN: The matter would
17
         probably be more fully developed during the
18
         responsive, what's called the responsiveness
19
20
         summary in which the agency responds to
21
         comments during the public comment period.
                       Odor is something that typically
22
         is considered during the air pollution control
23
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1	reviews such as the type, the size, the
2	efficiency of scrubbers that are going to be
3	used, control devices that are going to be
4	installed.
5	So yes, odor is taken into
6	consideration to the degree that the type of
7	air pollution control equipment is being
8	installed and used.
9	MR. HULTMAN: I have another
10	question. Are you going to make that
11	determination after the plant's been processed
12	and it starts stinking and you've got to figure
13	out you've got to put something better in?
14	MR. BROWN: I hesitate. The
15	permit is based on criteria pollutants,
16	particulate matter, NOX, CO, volatile organic
17	materials. Odor is somewhat of a more
18	nebulous term.
19	So to say that odor is being
20	identified in the permit, it isn't, but the
21	criteria pollutants are. If that's of any

help to you.

ear Aldi's
d. The
lowntown
d your
nis hand
to make a
Can I
Mark
are all
olant.
and
nethane
or your
our
701

21 comment. Your name again, please?

- MR. HULTMAN: Chad Hultman. The
- 23 methane gas being removed from the process I

- 1 heard, how is that disbursed, eliminated, the
- 2 odor from that?
- 3 MR PATEL: The methane gas is
- 4 removed from a bioethinator and is routed to
- 5 the thermal oxidizers, and if the thermal
- 6 oxidizers are not working they would be out
- 7 into the flare.
- 8 MR. BROWN: Yes.
- 9 MR. WELLS: My name is Tim Wells
- and I'd just like to go on record making sure
- 11 that the research that was done here, the
- 12 management, Fagan, ICM, that the confidence
- 13 that I have in this organization, the research
- 14 that was done is definitely on file and has my
- 15 support.
- MR. BROWN: Thank you for your
- 17 comment. Anyone else at this time? Yes, go
- 18 ahead.
- MR. MARCHESE: My name is Dale
- 20 Marchese. It's M-A-R-C-H-E-S-E. I live in

- 21 Geneseo. I've lived out here for nearly 40
 22 years.
- 23 My main comment, my main question

I would direct first, is this application for 1 2 permit, does it meet all of the current law set 3 forth by the Illinois State legislature? Does the application to the 4 5 permit meet the Illinois State law that's been set forth by the legislature or is the EPA 6 writing the law? 8 If the legislature has written 9 the law and this plant conforms to the law, I don't see how you can deny a permit. 10 other issues, then certainly a person to direct 11 12 those issues. The wrong person to direct those issues to is the EPA. 13 Go to your State legislators. 14 They're the ones that write the law. So I 15

19 MR. BROWN: Thank you for your

permit cannot be denied.

16

17

18

would say if they meet all the critera set

forth by the Illinois legislature then the

- comment. Is there anyone else who would care to offer a comment or has a question? Yes,
- 22 Miss Manning.

MS. MANNING: I just want to

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1 comment on the gentleman's last question about

2 the Illinois legislature. Obviously, the

3 Illinois legislature makes the laws in terms of

4 what is legal and what is not legal.

5 However, they also in

6 environmental law create a process that is two

7 step that creates the Environmental Protection

8 Agency and rules of the Environmental

9 Protection Agency and The Pollution Control

10 Board create to make sure that because the

11 legislature can't create every little rule that

12 applies to industry.

So there is a process, and it's

14 the process that really applies here. And the

15 rules and the regulations that the EPA is

16 charged with applying. It's not just a matter

of the State law.

18 The State law creates the EPA

- 19 then to enforce rules, regulations, permit
- 20 conditions. That is the environmental process.
- 21 And I just thought that, more explanation for
- the record.
- 23 AUDIENCE MEMBER: Can we get your

- 1 name?
- MS. MANNING: Claire Manning.
- 3 AUDIENCE MEMBER: Claire Manning.
- 4 Thank you.
- 5 MR. BROWN: Thank you, Miss
- 6 Manning. Yes, go ahead.
- 7 MR. STERNS: My name is Justin
- 8 Sterns. I just want to know if you guys knew
- 9 what the maximum intended inventory was for the
- 10 site at this time?
- 11 MR. BROWN: Can you spell your
- last name for me?
- MR. STERNS: Sterns.
- S-T-E-R-N-S.
- MR. BROWN: Okay. Could you
- 16 clarify that for us? I think you're asking the
- 17 maximum inventory?

18 MR. STERNS: Maximum inventory at
19 the site. What the maximum that the company
20 would hold for chemicals during production
21 phase. Has that been thought through yet?
22 MR. PATEL: What chemical?
23 MR. STERNS: For ethanol, for

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1 ammonia, all the chemicals on the site at one time, what the maximum inventory would be. 3 MR. PATEL: For the storage, and there are scientists that are indicating for 5 the permit that we have. MR. STERNS: I mean, is there 6 going to be rail cars on the site? Is there going to be semi trailers? Storage vessels? 8 9 MR. PATEL: Ethanol loadout would be to the truck loadout and rail loadout. 10 Both would be controlled by a flare. As far 11 as the storage tanks, there are two 1.5 million 12 gallon denatured ethanol tanks. 13 14 There's one 200,000 gallon ethanol tank. There's another 200,000 gallon 15

for 190 proof ethanol tank, and then there

- would be a gasoline denaturant tank for three thousand, or 200,000 gallons.
- 20 that may want to, have a question to ask or has

MR. BROWN: Is there anyone else

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- 21 a final comment? Yes, go ahead.
- MR. ELLIOTT: My name's Ray
- 23 Elliott. I was on the bottom starting with the

- 1 ethanol plant, and what I've heard tonight, I
- 2 mean, everybody's concerns about emissions and
- 3 so forth.

- And I can say this, being that I
- 5 was on this committee when we first started the
- 6 group that now is the committee, I think
- 7 they're taking a lot of concern of what is
- 8 happening, what's going to happen, because they
- 9 live around the plant area, if you notice where
- 10 they all came from.
- 11 So there's a great concern to
- them also, as there is to a lot of you here.
- 13 And I give them a lot of credit for what they
- 14 are doing and how they're doing it.
- 15 It's not moving very fast. I was

- a believer, you know, you're moving too slow,

 but there's a reason for moving so slow. And

 that is to make sure everything is in place and

 is done right, which I believe this committee

 has done. Thank you very much.

 MR. BROWN: Thank you for your

 comment. Anyone else? Yes.
- MS. POOL: My name is Deb Pool.

1 And I don't trust the EPA and I don't trust the government. And when it comes to health 2 3 issues, because any time you have industry and you have toxic chemicals going into the atmosphere you're going to get disease. 5 And I think they will here and I 6 think that people need to wake up and realize what this is doing to your health because it 8 does affect it. 9 10 You know, it may not be tomorrow or the next day but maybe 10 years down the 11 12 line or maybe 20, so just keep that in mind. MR. BROWN: Thank you. Is there 13

anyone else that may have a thought or a

- 15 comment to offer or a question? Yes, go
 16 ahead.
- 17 MR. WASHBURN: I understand that
- if you, if you build this plant and it produces
- under, is it 100,000 tons of pollution, that it
- is at a lower standard for, than if it was
- 21 producing more.
- 22 Why can't we have a permit saying
- let's build the thing so it's set the highest?

- 1 That means that you have more control, it's a
- better plant, let's say, than a plant puts out
- 3 less.
- 4 Just build at the highest
- 5 standard. That's what everybody wants, you
- 6 know, around here.
- 7 MR. BROWN: The Agency will issue
- 8 a permit based upon the information contained
- 9 in the application. The agency will not
- 10 dictate to a permitee the facility that they
- 11 have to build.
- 12 The Agency basically will react
- to and review the permit application of the

- facility being built. But that question is a
 good one and it can be more fully developed for
 you in the responsiveness summary. Okay.

 I apologize. Can I ask, we
 couldn't quite hear your last name, if you
 would spell that for us.
- MR. WASHBURN: W-A-S-H-B-U-R-N.

 MR. BROWN: Thank you. Is there
- MR. FRANKE: My name is Kenneth

anyone else? Yes, go ahead.

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- 1 Franke. I'm the mayor here in Annawan. We've
- 2 been working with the preliminary board and the
- 3 board that's in effect now.
- 4 I've lived here for 40 years, 45
- 5 years, and my children live here and my
- 6 grandchildren live here. And if I didn't think
- 7 this plant would be safe we wouldn't want it
- 8 here.

- 9 MR. BROWN: Okay. Thank you for
- 10 your comment. Again, if there's anyone else
- 11 that has a thought or a comment you'd like to
- offer, feel free to do that.

13	Okay. I don't see anymore hands
14	this evening. That being the case, and if
15	there are no questions for sure the hearing
16	this evening will be at a close.
17	Again, I just wanted to mention
18	for everyone participating here tonight and for
19	the record that the public comment period will
20	remain open after this evening.
21	It will not close until September
22	1st, so if you'd like to offer comments in
23	writing or questions go ahead and submit those

1	to the hearing officer at the Illinois EPA, in
2	care of the Patriot Renewable Fuels hearing.
3	The address for the Illinois EPA
4	is 1021 North Grand Avenue, Post Office Box
5	19276, Springfield, Illinois, 62794.
6	And again, comments must be
7	received before September 1st. If you have any
8	questions with regard to obtaining copies of
9	documents within the Illinois EPA's files,
10	those are obtainable as well.
11	Just go ahead and submit a

12	Freedom of Information Act request to the
13	Illinois EPA for those as well.
14	I want to thank everyone who has
15	participated and offered questions and
16	comments. The hearing is now adjourned.
17	
18	(Whereupon, the hearing concluded at
19	8:20 p.m.)
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21	
22	
23	

1	CERTIFICATE OF REPORTER
2	
3	I, KATHY L. JOHNSON, a Certified
4	Shorthand Reporter in and for the State of
5	Illinois, hereby certify that I reported the
6	evidence in the hearing of the above-entitled
7	cause, and that the above and foregoing
8	typewritten transcript is a full, true and
9	complete translation and transcript of all the
10	shorthand notes of the evidence taken down and

11	reported by me at the hearing of said cause and
12	contains a full, true and complete report of
13	all the evidence offered or introduced.
14	
15	In witness whereof, I have hereunto
16	set my hand the 14th day of August, 2006.
17	
18	
19	Certified Shorthand Reporter
20	
21	
22	
23	